



Texas Department of Insurance

Division of Workers' Compensation

Medical Fee Dispute Resolution, MS-48

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MEDICAL FEE DISPUTE RESOLUTION FINDINGS AND DECISION

GENERAL INFORMATION

Requestor Name and Address

STAR ANESTHESIA PA
45 NE LOOP 410 SUITE 900
SAN ANTONIO TX 78216

Respondent Name

NEW HAMPSHIRE INSURANCE CO

Carrier's Austin Representative Box

Box Number 19

MFDR Tracking Number

M4-11-4314-01

MFDR Date Received

JULY 26, 2011

REQUESTOR'S POSITION SUMMARY

Requestor's Position Summary: "ANESTHESIA PERFORMED BY AN ANESTHESIOLOGIST FOR A SURGERY PERFORMED BY A SEPARATE SURGEON CANNOT BE CONSIDERED INCLUDED IN ANY OTHER CHARGE. IT MUST BE PAID SEPARATELY."

Amount in Dispute: \$649.03

RESPONDENT'S POSITION SUMMARY

Respondent's Position Summary dated August 15, 2011: "The carrier challenges whether the charges are consistent with applicable fee guidelines."

Respondent's Position Summary dated August 16, 2011: "Carrier maintains its position as outlined in the original response."

Responses submitted by: Flahive, Ogden & Latson

SUMMARY OF FINDINGS

Dates of Service	Disputed Services	Amount In Dispute	Amount Due
April 4, 2011	CPT Code 01630-AA	\$649.03	\$649.02

FINDINGS AND DECISION

This medical fee dispute is decided pursuant to Texas Labor Code §413.031 and all applicable, adopted rules of the Texas Department of Insurance, Division of Workers' Compensation.

Background

1. 28 Texas Administrative Code §133.307 sets out the procedures for resolving medical fee disputes.
2. 28 Texas Administrative Code §134.203, titled *Medical Fee Guideline for Professional Services*, effective March 1, 2008, 33 TexReg 626, sets out the fee guidelines for reimbursement of professional medical services provided in the Texas workers' compensation system.
3. The services in dispute were reduced/denied by the respondent with the following reason codes:

Explanation of benefits

- 45-Charges exceed your contracted/legislated fee arrangement.
- 97-The benefit for this service is included in the payment/allowance for another service/procedure that has already been adjudicated.
- U837-Anesthesia is included in the surgery procedure.

Issues

1. Does a contractual agreement issue exist in this dispute?
2. Is CPT code 01630-AA unbundled?
3. Is the requestor entitled to reimbursement?

Findings

1. The insurance carrier reduced or denied disputed services with reason code 45 – “Charges Exceed Your Contracted/Legislated Fee Arrangement.” Review of the submitted information finds insufficient documentation to support that the disputed services are subject to a contractual agreement between the parties to this dispute. The above denial/reduction reason is not supported. The disputed services will therefore be reviewed for payment in accordance with applicable Division rules and fee guidelines
2. 28 Texas Administrative Code §134.203(a)(5) states “Medicare payment policies” when used in this section, shall mean reimbursement methodologies, models, and values or weights including its coding, billing, and reporting payment policies as set forth in the Centers for Medicare and Medicaid Services (CMS) payment policies specific to Medicare.”

According to the explanation of benefits, the respondent denied reimbursement for CPT code 01630-Anesthesia for open or surgical arthroscopic procedures on humeral head and neck, sternoclavicular joint, acromioclavicular joint, and shoulder joint; not otherwise specified” based upon reason codes “97 and U837.”

On the disputed date of service, the requestor billed CPT codes 01630-AA and 64415-59. Per CCI edits, CPT code 01630-AA is not bundled to any service billed on this date.

The 2011 National Correct Coding Initiatives Policy Manual states “With limited exceptions Medicare Anesthesia Rules prevent separate payment for anesthesia for a medical or surgical procedure when provided by the physician performing the procedure.”

The requestor states in the position summary that “ANESTHESIA PERFORMED BY AN ANESTHESIOLOGIST FOR A SURGERY PERFORMED BY A SEPARATE SURGEON CANNOT BE CONSIDERED INCLUDED IN ANY OTHER CHARGE. IT MUST BE PAID SEPARATELY.”

The Division finds that the allowance for anesthesiology services billed with CPT code 01630-AA is not included in the allowance for any other service billed on this date; therefore, the respondent’s denial based upon reason code “97 and U837” is not supported.

3. 28 Texas Administrative Code 134.203(b)(1) states “For coding, billing, reporting, and reimbursement of professional medical services, Texas workers’ compensation system participants shall apply the following: (1) Medicare payment policies, including its coding; billing; correct coding initiatives (CCI) edits; modifiers; bonus payments for health professional shortage areas (HPSAs) and physician scarcity areas (PSAs); and other payment policies in effect on the date a service is provided with any additions or exceptions in the rules.”

28 Texas Administrative Code §134.203(c)(1) states, “...To determine to MAR for professional services, system participants shall apply the Medicare payment policies with minimal modification...For service categories of Evaluation & Management, General Medicine, Physical Medicine and Rehabilitation, Radiology, Pathology, Anesthesia, and Surgery when performed in an office setting, the established conversion factor to be applied is \$53.68...”

The requestor billed the disputed anesthesiology service using the “AA” modifier that is described as “Anesthesia services performed personally by anesthesiologist.”

To determine the MAR the following formula is used: (Time units + Base Units) X Conversion Factor = Allowance.

The Division reviewed the submitted anesthesia report and finds the anesthesia was started at 1442 and ended at 1615, for a total of 103 minutes. Per Trailblazers Health Enterprises, LLC 2011 Anesthesia Manual “The 15-minute time interval will be divided into the total time indicated on the claim. Total time should always be accurately reported in minutes. Actual time units will be paid; no rounding will be done up to the next whole number – only round to the next tenth.” Therefore, the requestor has supported $103/15 = 6.86 = 6.9$.

The base unit for CPT code 01630 is 5.

The DWC Conversion Factor is \$54.54.

The MAR for CPT code 01630-AA is: (Base Unit of 5 + Time Unit of 6.9) X \$54.54 DWC conversion factor = \$649.02. Previously paid by the respondent is \$0.00. The difference between the MAR and amount paid is \$649.02.

Conclusion

For the reasons stated above, the Division finds that the requestor has established that additional reimbursement is due. As a result, the amount ordered is \$649.02.

ORDER

Based upon the documentation submitted by the parties and in accordance with the provisions of Texas Labor Code Sections 413.031 and 413.019 (if applicable), the Division has determined that the requestor is entitled to additional reimbursement for the services involved in this dispute. The Division hereby ORDERS the respondent to remit to the requestor the amount of \$649.02 plus applicable accrued interest per 28 Texas Administrative Code §134.130, due within 30 days of receipt of this Order.

Authorized Signature

_____	_____	6/26/2013
Signature	Medical Fee Dispute Resolution Officer	Date

YOUR RIGHT TO APPEAL

Either party to this medical fee dispute may appeal this decision by requesting a contested case hearing. A completed **Request for a Medical Contested Case Hearing** (form **DWC045A**) must be received by the DWC Chief Clerk of Proceedings within **twenty** days of your receipt of this decision. A request for hearing should be sent to: Chief Clerk of Proceedings, Texas Department of Insurance, Division of Workers Compensation, P.O. Box 17787, Austin, Texas, 78744. The party seeking review of the MDR decision shall deliver a copy of the request for a hearing to all other parties involved in the dispute at the same time the request is filed with the Division. **Please include a copy of the *Medical Fee Dispute Resolution Findings and Decision* together with any other required information specified in 28 Texas Administrative Code §148.3(c), including a **certificate of service demonstrating that the request has been sent to the other party.****

Si prefiere hablar con una persona en español acerca de ésta correspondencia, favor de llamar a 512-804-4812.